

## **BILL ANALYSIS**

Senate Research Center  
88R8738 SCP-F

H.B. 5382  
By: Wilson (Schwertner)  
Local Government  
5/17/2023  
Engrossed

### **AUTHOR'S / SPONSOR'S STATEMENT OF INTENT**

It has been suggested that undeveloped land located within Williamson County would benefit from the creation of a municipal utility district. H.B. 5382 seeks to provide for the creation of such a district.

H.B. 5382 amends current law relating to the creation of the Jarrell Estates Municipal Utility District No. 1, grants a limited power of eminent domain, provides authority to issue bonds, and provides authority to impose assessments, fees, and taxes.

### **RULEMAKING AUTHORITY**

This bill does not expressly grant any additional rulemaking authority to a state officer, institution, or agency.

### **SECTION BY SECTION ANALYSIS**

SECTION 1. Amends Subtitle F, Title 6, Special District Local Laws Code, by adding Chapter 7962, as follows:

#### CHAPTER 7962. JARRELL ESTATES MUNICIPAL UTILITY DISTRICT NO. 1

Sets forth standard language for the creation of the Jarrell Estates Municipal Utility District No. 1 (district). Sets forth standards, procedures, requirements, and criteria for:

Creation, purpose, and approval of the district (Sections 7962.0101-7962.0106);

Size, composition, election, and terms of the board of directors of the district, including the naming of initial directors (Sections 7962.0201-7962.0202);

Powers and duties of the district (Sections 7962.0301-7962.0307); and

General financial provisions and authority to impose a tax and to issue bonds and obligations for the district (Sections 7962.0401-7962.0503).

SECTION 2. Sets forth the initial boundaries of the district.

SECTION 3. Provides that all requirements of the constitution and the laws of this state and the rules and procedures of the legislature with respect to the notice, introduction, and passage of this Act are fulfilled and accomplished.

SECTION 4. (a) Amends Subchapter C, Chapter 7962, Special District Local Laws Code, as added by Section 1 of this Act, if this Act does not receive a two-thirds vote of all the members elected to each house, by adding Section 7962.0308, as follows:

Sec. 7962.0308. NO EMINENT DOMAIN POWER. Prohibits the district from exercising the power of eminent domain.

(b) Provides that this section is not intended to be an expression of a legislative interpretation of the requirements of Section 17(c) (relating to authorizing the legislature to enact a general, local, or special law granting the power of eminent domain to an entity only on a two-thirds vote of all the members elected to each house), Article I (Bill of Rights), Texas Constitution.

SECTION 5. Effective date: upon passage or September 1, 2023.